



FISCAL UPDATE News Article

Fiscal Services Division

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STATE BOND REFINANCING

Iowa Jobs Bonds. The state has refinanced a portion of the Iowa Jobs (IJOBS) bonds. The bonds originally were sold to provide funding for state and local infrastructure projects. On June 21, 2016, the State Treasurer's Office issued a refinancing transaction for \$265.0 million in bonds at 1.7%. This lowered the state's interest rate by more than 2.0%. The total amount estimated to be saved from refinancing is \$36.5 million.

2010 Prison Bonds. The state has refinanced the 2010 Prison Bonds that were sold to build the Iowa State Penitentiary at Fort Madison. On June 28, 2016, the State Treasurer's Office issued a refinancing transaction for \$80.0 million in bonds. This lowered the state's interest rate by approximately 2.0%. The total amount estimated to be saved from refinancing is \$9.3 million.

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